Revival of sick PSUs

1181. SHRI AMIR ALAM KHAN: Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) the details of Central Public Sector Undertakings (CPSUs) approved for revival;

(b) the details of the CPSUs those are still sick and proposed to be revived; and

(c) the action taken by the Government for revival of these CPSUs?

THE MINISTER OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI SONTOSH MOHAN DEV): (a) Based on the recommendations of the Board for Reconstruction of Public Sector Enterprises (BRPSE), the Government have approved the proposal for revival of 28 Central Public Sector Enterprises (CPSEs) involving a total assistance of Rs. 8409.31 crore (*i.e.* cash assistance of Rs. 1962.51 crore and non-cash assistance of Rs. 6446.80 crore) during the period 4.5.2005 to 3.1.2008. A list showing the names of CPSEs and details of assistance approved is given in the statement. (*See* below).

(b) and (c) The Government constituted BRPSE in December 2004 as an advisory body to advise the Government on the strategies, measures and schemes relating to the strengthening, modernization, reviving and restructuring of sick and loss making CPSEs. The concerned administrative Ministry identifies sick CPSEs and submits the proposal for their revival to BRPSE from time to time. BRPSE have considered and given its recommendation on 51 proposals for revival (including closure of 2 CPSEs) till 29.02.2008, out of which 28 proposals for revival have been approved as per details given in the Statement.

Statement

Cash and Non-cash Assistance approved by the Cabinet/CCEA in respect of BRPSE recommended proposals

S. No.	Name of the CPSE	Date of approval of the Government	Assistance (Rs. In Crores)		
			Cash#	Non-Cash@	Total
1	2	3	4	5	6
1.	Hindustan Salts Ltd.	4.5.2005	4.28	73.30	77.58
2.	NTC including its subsidiaries	2.5.2005	39.23	—	39.23
3.	Bridge & Roof Co. (India) Ltd.	25.8.2005	60.00	42.92	102.92
4.	BBJ Construction Co. Ltd.	16.6.2005	—	54.61	54.61
5.	HMT Bearings Ltd.	3.11.2005	7.40	43.97	51.37
6.	Praga Tools Ltd.	20.10.2005	5.00	209.71	214.71
7.	Braithwaite & Company Ltd.	29.12.2005	4.00	280.21	284.21
8.	British India Corporation Ltd.	6.10.2005	47.35	—	47.35

1	2	3	4	5	6
9.	Central Inland Water Transport Corporation Ltd.	1.12.2005	73.60	280.00	353.60
10.	Heavy Engineering Corporation Ltd.	15.12.2005	102.00	1116.30	1218.30
11.	Cement Corporation of India Ltd.	9.3.2006	184.29	1267.95	1452.24
12.	Richardson & Cruddas Ltd.	9.3.2006	—	—	—
13.	Hindustan Antibiotics Ltd.	9.3.2006	137.59	267.57	405.16
14.	Hindustan Organic Chemicals Ltd.	9.3.2006	250.00	NA	250.00
15.	Fertilizers & Chemicals (Travancore) Ltd.	30.3.2006	-	670.37	670.37
16.	Tungabhadra Steel Products Ltd.	2.6.2006	-	-	-
17.	Hindustan Insecticides Ltd.	27.7.2006	-	267.29	267.29
18.	Mineral Exploration Corporation Ltd.	27.7.2006	-	104.64	104.64
19.	Central Electronics Ltd.	3.8.2006	-	6.02	6.02
20.	Eastern Coal Fields Ltd.	5.10.2006	-*	-*	-*
21.	Bharat Pumps and Compressors Ltd.	7.12.2006	3.37$	153.15	156.52$
22.	Bengal Chemicals & Pharmaceuticals Ltd.	21.12.2006	207.19	233.41	440.60
23.	HMT Machine Tools Ltd.	1.2.2007	723.00	157.80	880.80
24.	MECON Ltd.	8.2.2007	93.00*	23.08	116.08
25.	Andrew Yule & Co. Ltd.	22.2.2007	-&	457.14	457.14
26.	Hindustan Copper Ltd.	26.6.2007	-	612.94	612.94
27.	Bharat Heavy Plate Vessels Ltd.	26.11.2007	-	-	-$$
28.	State Forms Corporation of India Ltd.	3.1.2008	21.21	124.42	145.63
	TOTAL		1962.51*	6446.80*	8409.31*

\# Cash Assistance may involve budgetary support through equity/loan/grants.

@ Non-cash Assistance may involve waiver of interest; penal interest, GOI loan, Guarantee fee, conversion of loan into equity/debentures etc.

& With regard to infusion of funds by GOI or by Joint Venture or a Strategic Partner will be sorted out by M/o of Finance and the M/o Heavy Industries

* The revival plan approved by the Government *inter-alia* envisaged non-cash assistance of Rs. 2470.77 crores and waiver of service charges of Rs. 14 crores per annum from 2004-05 from Coal India Ltd.

$ In addition ONGC and BHEL would extend cash support to the extent of Rs. 150 crores and Rs. 20 crores respectively.

** Excludes continuation of 50% interest subsidy not exceeding Rs. 6.50 crores per annum on VRS loans

$$ Cabinet approved "in principle" the takeover of BHPV by BHEL with the direction that the valuation of BHPV be carried out prudently on the basis of established principles and if the takeover is not found feasible, the matter be brought back before the Cabinet